

CITY OF BISMARCK DEFERRED SICK LEAVE ACCOUNT

State Investment Board Balance Sheet As of 6/30/2004

	As of <u>6-30-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 169,756	153,140
INTERNATIONAL EQUITIES	66,707	62,373
DOMESTIC FIXED INCOME	391,321	361,022
INVESTED CASH (NOTE 1)	<u>32,927</u>	<u>30,612</u>
TOTAL INVESTMENTS	660,711	607,147
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	454	1,032
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>151,033</u>	<u>81,519</u>
TOTAL ASSETS	<u><u>\$ 812,198</u></u>	<u><u>689,698</u></u>
LIABILITIES:		
ACCOUNTS PAYABLE	678	571
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>151,033</u>	<u>81,519</u>
TOTAL LIABILITIES	151,711	82,090
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	607,608	559,779
CASH IN DURING YEAR (NOTE 5)	0	0
CASH OUT DURING YEAR (NOTE 6)	0	0
NET INCREASE (DECREASE)	<u>52,879</u>	<u>47,829</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>660,487</u>	<u>607,608</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u><u>\$ 812,198</u></u>	<u><u>689,698</u></u>

CITY OF BISMARCK DEFERRED SICK LEAVE ACCOUNT

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2004

	Month Ended <u>6-30-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 1,857	\$ 21,775
SECURITIES LENDING INCOME	151	1,208
	<u>2,008</u>	<u>22,983</u>
 GAIN ON SALE OF INVESTMENTS	 6,761	 75,764
LOSS ON SALE OF INVESTMENTS	<u>4,304</u>	<u>42,591</u>
 NET GAINS (LOSSES) INVESTMENTS	 2,457	 33,173
 INVESTMENT EXPENSES	 526	 2,673
SECURITIES LENDING EXPENSES	<u>120</u>	<u>982</u>
 NET INVESTMENT INCOME	 3,819	 52,501
 NET APPREC (DEPREC) MARKET VALUE	 3,375	 353
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>25</u>
 TOTAL INVESTMENT INCOME	 <u>7,194</u>	 <u>52,879</u>
 NET INCREASE (DECREASE)	 <u>\$ 7,194</u>	 <u>\$ 52,879</u>

CITY OF BISMARCK DEFERRED SICK LEAVE ACCOUNT
Notes to Financial Statements
June 30, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 SECURITIES LENDING COLLATERAL

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.